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	UNITED STATES DISTRICT COURT	
16	SOUTHERN DISTRICT OF CALIFORNIA	
17	PONDEDOCA TWING DI LIC ONE and	
18	PONDEROSA TWINS PLUS ONE and RICKY SPICER, individually and on behalf of	
	all others similarly situated,	Civil Case No.: '16CV2258 LAB JMA
19	an surers similarly situates,	
20	Plaintiffs,	
21		CLASS ACTION
,,	V.	COMPLAINT
22	IHEARTMEDIA, INC., SPOTIFY USA, INC.,	
23	GOOGLE INC., APPLE INC., PANDORA	JURY DEMAND
24	MEDIA, INC., SONY INTERACTIVE	
25	ENTERTAINMENT, LLC (f/k/a SONY	
23	COMPUTER ENTERTAINMENT INC.),	
26	DEEZER, INC., and SOUNDCLOUD, INC.,	
27	Defendants.	
28	X	
	Α	

CLASS ACTION COMPLAINT

PRELIMINARY STATEMENT

Plaintiffs Ricky Spicer and Ponderosa Twins Plus One, by their attorneys Napoli Shkolnik PLLC and Imbesi Law P.C., file this action on behalf of themselves and all other individuals similarly situated against iHeartMedia, Inc., Spotify USA, Inc., Google, Inc., Apple, Inc., Pandora Media, Inc., Sony Interactive Entertainment, LLC (f/k/a Sony Computer Entertainment Inc.), Deezer, Inc., and Soundcloud, Inc., (collectively, "Defendants") for common law copyright infringement stemming from their unauthorized and unlawful use of sound recordings initially created before February 15, 1972 (the "Pre-1972 Recordings") within the State of California. Plaintiffs and those similarly situated rights holders seek compensation from Defendants, as well as injunctive relief for violation of Plaintiffs' rights flowing from the unauthorized and uncompensated appropriation of the Pre-1972 Recordings.

STATEMENT OF FACTS

A. Ricky Spicer

- 1. Mr. Spicer was born on July 3, 1957. Mr. Spicer's biological father is Richard Spicer and his mother was Silvia Spicer. Mr. Spicer biological parents separated when he was three years of age. After his parents' separation, Mr. Spicer's mother had sole custody of all six of her children and was their primary caretaker.
- 2. Mr. Spicer's mother was injured in an automobile accident when he was a child, which rendered her comatose for a significant amount of time. The treating physicians of Mr. Spicer's mother did not expect her to survive the injuries she

sustained from the automobile accident. Fortunately, Mr. Spicer's mother survived but the injuries caused her to suffer severe emotional distress throughout the remainder of her life.

- 3. In 1963, Mr. Spicer's mother could no longer care for her children because of the psychological injuries. She was admitted to psychiatric facility and Mr. Spicer and his five siblings were forced to be cared for by relatives for several months until she was discharged
- 4. In 1968, Mr. Spicer's mother experienced another psychological injury rendering her unable to care for Mr. Spicer and his siblings.
- 5. After her injury in 1968, none of Mr. Spicer's extended family members were able to care for his siblings or him. Mr. Spicer's older brother began military service for the United States and his two youngest sisters were admitted to a foster home.
- 6. The remaining three children, who included Mr. Spicer and his brother and sister, were all admitted to a group home operated by the state of Ohio, where they lived together for nine months.
- 7. After nine months of living together, in 1969, Mr. Spicer's sister was admitted to a separate home for girls and Mr. Spicer's brother and he were admitted to a group home for boys, known as "Ohio Boys Town."
- 8. Mr. Spicer was twelve years of age when he lived at Ohio Boys Town. During that time, he began to sing with a couple of boys that lived in his neighborhood.

Mr. Spicer and his friends would practice singing extensively, utilizing any available time after school and on weekends.

- 9. In 1969, Mr. Spicer and his friends auditioned for a talent contest at a local high school and performed exceptionally. The following night, Mr. Spicer and his friends returned to the school to perform again. Because of the boys' exceptional performance on the previous night, many people attended, including individuals apparently engaged in the recording business.
- 10. After their performance, the group was approached by Tony Wilson. Prior to the meeting, Mr. Spicer did not know Mr. Wilson. Mr. Wilson gave Mr. Spicer a business card and informed him that he wanted to record songs with another local group, at a studio operated by Mr. Wilson's boss, Chuck Brown ("Mr. Brown"), owner of Saru Records ("Saru").

B. The Ponderosa Twins Plus One

- 11. Subsequently, Mr. Brown introduced Mr. Spicer to the members of the singing group "The Ponderosa Twins." At the time, the members of the Ponderosa Twins were Alvin and Alfred Pelham and Keith and Kirk Gardner.
- 12. After an informal meeting, Chuck Brown convinced Mr. Spicer to record songs with The Ponderosa Twins. The boys sung well together and decided to form a singing group, Mr. Spicer being the "plus One" in the group (hereinafter "the Group").

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13. The Group was initially managed by Mr. Brown under his Astroscope
Record Label and had a distribution deal in place with Sylvia Robinson, owner of All
Platinum Records.

- 14. On October 12, 1970, when Mr. Spicer was 12, the Group naively signed a personal services contract and recording agreement. Though, as a minor, he lacked the capacity to legally bind himself to those agreements. Instead, those executory agreements would become voidable upon reaching the age of majority.
- The Group released 6-sided vinyl records, which were compiled and 15. released on the Group's first studio album, "2 + 2 = 1" (the "Album"). The Album included singles such as the classics "You Send Me," "I Remember You," "Why Do Fools Fall in Love," and most notably, "Bound."
- 16. All of these releases received widespread acclaim, especially "Bound," and the group was quickly labeled the "next Jackson 5" for their exciting stage act, unprecedented maturity, and ability to market love and sex themes despite their youth.
- Mr. Spicer was the lead vocalist when the group recorded "Bound." His 17. voice is distinctly heard throughout the song, including its chorus, which contains the following words sung by Mr. Spicer:

Bound, bound Bound to fall in love

His father and Chuck Brown signed the personal services contract and 18. recording agreement as his purported legal guardians. However, at the time, Mr. Spicer's father was not his guardian; the State of Ohio was.

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19. Throughout 1970, the Group toured for months, sometimes performing
twice in a single day. Although the Group was promised payments for their
performances, Mr. Brown and Saru failed to make any payments to Mr. Spicer or the
other members of the Group for any performances. In 1975, the Group fell apart due to
the lack of royalties and no revenue from their live shows. The Group never recovered.

- Despite his youth, Ricky managed to accomplish success in the music 20. industry, going on to release several popular songs and performing with Gladys Knight and James Brown.
- 21. Despite extraordinary talent. performances, his his other accomplishments, Mr. Spicer was never fairly compensated.
- 22. Mr. Spicer's fellow members of the Group, Alvin and Alfred Pelham are now deceased, and Kirk and Keith Gardner are currently incarcerated. Mr. Spicer maintains a friendly relationship Kirk and Keith Gardner and the relatives of Alvin and Alfred Pelham.
- As evidence of Kirk and Keith Gardner's trust of Mr. Spicer, both have 23. conveyed a power of attorney to Mr. Spicer, which enables him to fully represent the living members of the Group.
- Mr. Spicer is the only living member of the Group able to fully detail its 24. history and protect its legal rights.
- Although the Group was promised payment, Mr. Brown and Saru failed to 25. make any payments to Mr. Spicer for his performances.

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C. "Bound" and "Bound 2"

- **26.** The exploitation of Mr. Spicer, the Group, and the other Plaintiffs in the Class continues to this day. For example, Defendants have broadcast the song "Bound 2," by Kanye West, which features Mr. Spicer's original recording "Bound."
- 27. In 2013, while listening to the radio, Mr. Spicer heard his voice in a song produced by the Defendants.
- 28. The song, titled "Bound 2," contains Mr. Spicer's audio recording of him singing the chorus to "Bound."
- **29.** That same year, Mr. Spicer resolved a lawsuit against Kanye West, Rock-A-Fella Records, Universal Music Group, and Island Def Jam. The suit was premised on the unlicensed and infringing use of the sound recording "Bound," and on a violation by those defendants of Mr. Spicer's privacy rights pursuant to NYCRL § 51.¹

D. <u>Defendants' Unlawful Conduct</u>

30. Mr. Spicer owns the copyrights inherent in the sound recording of "Bound," as well as those inherent in the remaining sound recordings featured on the Album. These rights include the use and distribution of the recording, the right to promote the recording, and the right to receive royalty payments from the use and broadcast of the recording.

¹ http://www.rollingstone.com/music/news/kanye-west-settles-bound-2-lawsuit-with-soul-singer-20150528; http://www.billboard.com/articles/columns/the-juice/6576199/kanye-west-settles-bound-2-sample-lawsuit

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27 28 containing Mr. Spicer's voice without his consent or authorization. All Defendants operate music applications with functions that operate the **32.** same way. For example, operating under the name iHeartRadio, iHeartMedia offers

All Defendants knowingly offer the Album and therefore sound recordings

users on the internet. To create a radio station, all a user has to do is enter the name of a

internet radio services in the form of customizable music "stations" that stream music to

singer, such as the Group, and the application will create a radio station curated to

match the genre of that singer or music group. Not only will the station play songs from

the Group, but also similar popular music from the genre. iHeartMedia also owns

hundreds of traditional "terrestrial" or AM and FM radio stations and streams their

broadcasts online.

33. Many of the Defendants' applications also have features that allow the user to save a given song, such as "Bound," to their own personal music library supported by cloud technology. This cloud service operates as an external, intangible storage space that is accessible to any user, anywhere on the planet, so long as they can log into their iHeart, Spotify, Soundcloud, etc., account from a smartphone, tablet, or other compatible device.

34. As do all Defendants, iHeartMedia offers its internet radio services to the public on either a non-subscription or subscription basis. Users can access iHeart Media's internet radio services on a variety of internet platforms, including computers, digital media devices, tablets, video game consoles, and smartphones.

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A radio or music streaming service must ensure that its internet-based and 35. traditional broadcasts of copyrighted sound recordings are authorized and must arrange to pay royalties before it publicly performs the sound recordings. A radio or music streaming service must also arrange to pay royalties to the owner of a sound recording each time the service reproduces the sound recording for purposes of archiving it, maintaining it, and streaming it online. If the service fails to arrange and pay required royalties, the use is unauthorized and infringes the sound recording's copyright.

- Although federal copyright law provides an automatic license and royalty **36.** rate for digital public performances of sound recordings created on or after February 15, 1972, no such automatic license exists for recordings created before that date. Instead, state law prohibits the unauthorized reproduction and performance of the Pre-1972 Recordings.
- Defendants generate revenue through subscription fees, advertising, or both. **37.** They profit by pirating the Pre-1972 Recordings without permission, license, or compensation.
- 38. Users of Defendants' customizable stations hear advertisements at periodic intervals between tracks and may skip only six tracks per station per hour (and 15 tracks total per day) across all stations. Skipping a track often results in an advertising broadcast.
- Defendants' numerous internet and terrestrial radio broadcasts have 39. included, and continue to include, countless performance of the Pre-1972 Recordings,

situated Plaintiffs.

40. None of the defendants have received a valid license to perform, distribute,or otherwise appropriate the intellectual property owned by Mr. Spicer and the similarly

all of which have been and continue to be made without any permission from or

- **41.** Defendants never contracted with Mr. Spicer or the Group to use any part of the Group's recording, "Bound," or any other recording featured on the Album.
- **42.** Defendants exploited, and continue to exploit, Plaintiffs' and Class Members' rights without permission and compensation.
- 43. The other members of the Class are in the same position: their works are being used without their permission and without compensation.

E. Pre-1972 Copyright Law

- **44.** The Copyright Act creates a federal statutory licensing scheme pursuant to which all radio companies, such as Defendants, are required to pay royalties for the public performance of sound recordings protected by the Act. *See* 17 U.S.C. §§ 112(e), 114(d)(2), and 114(f). These companies pay royalties to SoundExchange, a nonprofit entity established by regulation for the collection and distribution of royalty payments pursuant to the Copyright Act.
- **45.** The Copyright Act specifically provides that the Pre-1972 Recordings will not be subject to federal copyright. 17 U.S.C. § 301(c). But the Pre-1972 Recordings are not without protection. The Copyright Act explicitly left the regulation of Pre-1972

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Recordings to the states. Thus, New York common law protects Pre-1972 Recordings, including Ricky's recording of Bound, from being copied, distributed, or otherwise exploited without license, authorization, or payment.

- 46. The Pre-1972 Recordings redefined popular music in America. Defendants have earned substantial revenue by creating, marketing, and selling advertisements on radio services featuring the Pre-1972 Recordings owned by Plaintiffs. But despite Defendants' profiting handsomely by advertising and offering these sound recordings to the public, they unlawfully fail to arrange for permission to use the recordings or to pay compensation for their broadcasting.
- Defendants have not licensed the Pre-1972 Recordings from their copyright 47. owners. Nor have they compensated them. Thus, without obtaining authorization or rendering compensation, Defendants have stolen the Pre-1972 Recordings, copied them, and publicly performed them in violation of Plaintiffs' exclusive rights.
- 48. Moreover, Performing Rights Societies ("PRS"), such as ASCAP, BMI, and SESAC are often employed to police income generated by streamed-sound recordings. They also issue mechanical licenses to parties wishing to publicly perform sound recordings owned by someone else. But due to Mr. Spicer's minor incapacity at the time of contracting and creating the sound recordings at issue, a phantom party (possibly Chuck Brown) decided to circumvent the traditional manner of employing PRS. Instead, this wrongful owner and transferor of the public performance rights in the Album used back channels and private under-the-table dealings to transfer licenses that

ultimately wound up in the hands of Defendants. Thus, Defendants publicly perform the
Album without a valid license to do so. This constitutes copyright infringement, and the
royalties generated by the public performances across all of the Defendants streaming
platforms should be forwarded to Mr. Spicer, as he is the rightful owner of the
copyrights vested in the sound recordings contained in the Album.

49. Defendants' conduct violates Plaintiffs' rights under California common law prohibitions against misappropriation, conversion, and unjust enrichment. Plaintiffs seek, on behalf of themselves and a class of similarly situated rights holders, compensation from Defendants, as well as injunctive relief, for violations of Plaintiffs' rights, from Defendants' unauthorized and uncompensated use of the Pre-1972 Recordings.

PARTIES

- 50. Plaintiff Ricky Spicer is a resident of Ohio.
- 51. Plaintiff Ponderosa Twins Plus One is a now defunct music quintet whose members include Alvin and Alfred Pelham (now deceased), Kirk and Keith Gardner (currently incarcerated), and Mr. Spicer.
- 52. Plaintiffs bring this action individually and on behalf of all those similarly situated who hold rights in the Pre-1972 Recordings, which Defendants used and are currently using without permission, license, and compensation.
- 53. Defendant iHeartMedia, Inc., is a Delaware Corporation with its principal place of Business in Texas.

- 54. Defendant Spotify USA Inc. is a Delaware Corporation with its principal place of business at 76 9th Avenue, Suite 1110, 11th Floor, New York, NY 10011, USA.
- 55. Defendant Pandora Media, Inc. is a Delaware Corporation with its principal place of business at 2101 Webster Street, Suite 1650, Oakland, CA 94612, USA.
- 56. Defendant Google Inc. is a Delaware Corporation with its principal place of business at 1600 Amphitheatre Pkwy, Mountain View, CA 94043.
- 57. Defendant Apple Inc. is a Corporation with its principal place of business at *1 Infinite Loop*, Cupertino, CA 95014. 408-996-1010.
- 58. Defendant Deezer, Inc. is a foreign Corporation having its principal place of business at Rue d'Athènes, 75009 Paris, France.
- 59. Defendant SoundCloud, Inc. is a foreign Corporation with its headquarters at Rheinsberger Str. 76/77, Berlin, Germany 10115.
- 60. Defendant Sony Interactive Entertainment, LLC (f/k/a Sony Computer Entertainment Inc.) is a Delaware corporation foreign corporation with its headquarters at 2207 Bridgepointe Pkwy., San Mateo, California, 94402-0888.

JURISDICTION AND VENUE

61. This Court has original subject matter jurisdiction over this action pursuant to the Class Action Fairness Act, 28 U.S.C. § 1332(d) *et seq.*, which commands federal jurisdiction in a class action where at least one plaintiff or one member of the class is diverse from at least one defendant, where there are at least 100 members of the

proposed class, and the amount in controversy exceeds the sum or value of \$5,000,000

to a reasonable probability.

62. This Court has personal jurisdiction over Defendants because they conduct business in California. In particular, Defendants solicit and serve California customers through their interactive websites and on-air advertising. Defendants own numerous radio stations in California, advertise their internet and terrestrial radio services in California, and offer their mobile device application through these stations. Each of these locations is well known and popular in this District. Defendants violate California law to the detriments of Plaintiffs, class members, and listeners as detailed below, by

publicly performing the Pre-1972 Recordings in California without permission or

paying royalties. This Court also has original jurisdiction over this action pursuant to 28

U.S.C. § 1331 because one of Plaintiffs' civil claims arises under the Constitution, laws,

or treaties of the United States, specifically, violation of 18 U.S.C. § 1962.

- 63. This Court has supplemental jurisdiction over Plaintiffs' state law claims pursuant to 28 U.S.C. § 1367 because the state law claims are so closely related to the claims in which the Court has original jurisdiction that they form part of the same case or controversy.
- 64. Venue is proper in this District under 28 U.S.C. § 1391(a) because a substantial part of the events or omissions giving rise to the claims occurred and or emanated from this District, and Defendants have caused harm to class members residing in this District.

CLASS ALLEGATIONS

65. Named Plaintiffs bring this action under Federal Rule of Civil Procedure 23(b)(2) and (b)(3) on their own behalf and on behalf of the following class of plaintiffs (the "Misappropriation Class"):

All owners of reproduction and public performance rights in the Pre-1972 Recordings that have been publicly performed, copied, or otherwise exploited by Defendants, without a license or other authorization, in the marketing, sale, and provision of internet and terrestrial radio services.

- 66. The persons in the Misappropriation Class are so numerous that individual joinder of all members is impracticable under the circumstances. Although the precise number of such persons is unknown, the exact size of the Misappropriation Class is easily ascertainable, as each class member can be identified by using Defendants' records. Plaintiffs allege upon information and belief that there are many thousands of Misappropriation Class members.
- 67. The following common questions of law and fact specific to the Misappropriation Class predominate over any questions affecting individual members:
 - a. Whether Defendants copy, perform, or otherwise exploit Pre-1972
 Recordings in their internet or terrestrial radio services or both without authorization or permission;
 - b. Whether such uses are lawful;
 - c. Whether Defendants' conduct constitutes misappropriation;
 - d. Whether Defendants' conduct constitutes unfair competition;

- e. Whether Class Members have been damaged by Defendants' conduct and the amount of such damages;
- f. Whether punitive damages are appropriate and the amount of such damages;
- g. Whether an Order enjoining future unauthorized use of the Pre-1972 Recordings in internet and terrestrial radio services is appropriate and on what terms;
- h. Whether Defendants have been unjustly enriched
- i. Whether Defendants have converted Plaintiffs' property to their own use; and
- j. Whether Defendants should disgorge their unlawful profits and the amounts of such profits.
- 68. The Named Class Representatives' claims are typical of the Misappropriation Class's claims, as they arise out of the same course of conduct and the same legal theories as the rest of the Misappropriation Class, and Plaintiffs challenge the practices and course of conduct engaged in by Defendants with respect to the Misappropriation Class as a whole.
- 69. Excluded from the class are Defendants, their employees, co-conspirators, officers, directors, legal representatives, heirs, successors, and wholly or partly owned subsidiaries or affiliated companies; class counsel and their employees; and the judicial officers and associated court staff assigned to this case.

- 70. Plaintiffs will fairly and adequately represent the interests of the class. They will vigorously pursue the claims and have no antagonistic conflict. Plaintiffs have retained counsel who are able and experienced class action litigators and are familiar with representing plaintiffs in large scale claims.
- 71. Defendants have acted or refused to act on grounds that apply generally to the class, and final injunctive relief or corresponding declaratory relief is appropriate respecting the class as a whole. A class action is also appropriate because Defendants have acted and refused to act in a manner that, upon information and belief, generally applies to thousands of individuals, thereby making injunctive relief appropriate for the class as a whole.
- 72. Questions of law or fact common to Class Members predominate over any questions affecting only individual members. Resolution of this action on a class-wide basis is superior to other available methods and is a fair and efficient adjudication of the controversy because, in the context of this litigation, most individual Class Members cannot commit large financial resources to prosecute lawsuits against Defendants. Further, separate actions by individuals would create a risk of inconsistent or varying judgments, which would establish incompatible standards of conduct for Defendants and substantially impede or impair the ability of Class Members to pursue their claims. It is not anticipated that there would be difficulties in managing this case as a class action.

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73. Plaintiffs reserve the right to amend all class allegations as appropriate, and to request any state law subclass or other subclasses if necessary, upon completion of class-related discovery and motions for class certification.

COUNT I COMMON LAW COPYRIGHT INFRINGEMENT AND UNFAIR COMPETITION

- 74. Plaintiffs incorporate by reference the allegations in the above paragraphs as if fully set forth herein.
- 75. The Pre-1972 Recordings, when created, were the original product of mental exertion personified in concrete form. Plaintiffs and the Misappropriation Class therefore have property rights in them as recognized by California common law.
- 76. By copying the Pre-1972 Recordings without authorization from Plaintiffs and Class Members, and publicly performing those Recordings to their users for their own gain, Defendants misappropriated the Pre-1972 Recordings and infringed Plaintiffs' and Class Members' property rights, which damaged them. As a result of Defendants' misappropriations of the Pre-1972 Recordings, Plaintiffs and Class Members are entitled to an order enjoining Defendants from continuing to use those recordings without authorization and compensation and an order imposing a constructive trust on any money acquired by means of Defendants' misappropriations, including all gross receipts attributable to Defendants' misappropriation of the Pre-1972 Recordings.

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- Defendants' conduct, as described above, constituted a repeated and 77. deliberate pattern of misappropriation of Plaintiffs' and Class Members' property, justifying the imposition of punitive damages.
- 78. By knowingly misappropriating works without their owners' permission and performing these works to millions of users of internet and terrestrial radio service, Defendants acted and continue to act maliciously and oppressively to injure Plaintiffs and Class members by depriving them of compensation for the use of the Pre-1972 Recordings. Defendants continued misappropriation of the Pre-1972 Recordings was done with wanton and willful disregard of Plaintiffs' and Class Members' rights and the harm suffered by Plaintiffs and Class Members was foreseeable to Defendants.
 - 2. As a result of Defendants' misappropriation of the Pre-1972 Recordings,
- 79. Plaintiffs and Class Members are entitled to an order enjoining Defendants from continuing to use those recordings without authorization and compensation and to an order imposing a constructive trust on any money acquired by means of Defendants' misappropriation, including all gross receipts attributable to Defendants' misappropriation of the Pre-1972 Recordings.
- 80. Defendants' conduct has constituted a repeated and deliberate pattern of misappropriation of Plaintiffs' and Class Members' property, necessitating the imposition of punitive damages. Through this deliberate misappropriation and the performance of these works to millions of users of internet and terrestrial radio services, Defendants continue to act maliciously and oppressively to injure Plaintiffs and Class Members.

COUNT II

VIOLATION OF CALIFORNIA CIVIL CODE § 980(a)(2)

- 81. Plaintiffs incorporate by reference the allegations in the above paragraphs as if fully set forth herein.
- 82. Pursuant to California Civil Code § 980(a)(2), Plaintiffs possess exclusive ownership interests in and to the Pre-1972 Recordings, including the artistic performances embodied in those recordings.
- 83. By their unauthorized reproduction, performance, distribution, or other exploitation of Pre-1972 Recordings in California, Defendants have violated California Civil Code § 980(a)(2).
- 84. As a direct and proximate result of Defendants' violations, Defendants have received and retained money that does not belong to them, but belongs to Plaintiffs.
- 85. As a direct and proximate result of Defendants' violations of California Civil Code § 980(a)(2), Plaintiffs have suffered, and continue to suffer, significant damages.
- 86. Defendants' conduct is causing, and unless enjoined by this Court will continue to cause, irreparable injury to Plaintiffs that cannot fully be compensated by money. Plaintiffs have no adequate remedy at law. Plaintiffs are entitled to temporary, preliminary, and permanent injunctions, prohibiting further violation of the ownership interests of Plaintiffs in the Pre-1972 Recordings.

COUNT III MISAPPROPRIATION

- 87. Plaintiffs incorporate by reference the allegations in the above paragraphs as if fully set forth herein.
- 88. Pursuant to California Civil Code § 980(a)(2) and California common law, Plaintiffs possess exclusive ownership interests in and to the Pre-1972 Recordings, including the artistic performances embodied in those recordings.
- 89. Plaintiffs invested substantial time and money in creating and developing the Pre-1972 Recordings
- 90. Because Defendants failed to obtain licenses, they did not incur any of the costs that a licensee is obligated to pay in order to reproduce, perform, distribute, or otherwise exploit the Pre-1972 Recordings.
- 91. Defendants have misappropriated, and continue to misappropriate, for their own commercial benefit, the exclusive ownership interests in and to the Pre-1972 Recordings.
- 92. As a direct and proximate result of Defendants' misappropriation, Defendants have received and retained money and value that belongs to Plaintiffs.
- 93. As a direct and proximate result of Defendants' misappropriation, Plaintiffs have suffered, and continue to suffer, significant damages.
- 94. Upon information and belief, Defendants acted with oppression, fraud, malice and/or in disregard of Plaintiffs' rights. Therefore, Plaintiffs are entitled to an award of punitive damages against Defendants.

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Defendants' conduct is causing, and unless enjoined by this Court will 95. continue to cause, irreparable injury to Plaintiffs that cannot fully be compensated by money. Plaintiffs have no adequate remedy at law. Plaintiffs are entitled to temporary, preliminary, and permanent injunctions, prohibiting further violation of the ownership interests of Plaintiffs in the Pre-1972 Recordings.

COUNT IV UNFAIR BUSINESS PRACTICES

- 96. Plaintiffs incorporate by reference the allegations in the above paragraphs as if fully set forth herein.
- Pursuant to California Civil Code § 980(a)(2) and California common law, 97. Plaintiffs possess exclusive ownership interests in and to the Pre-1972 Recordings, including the artistic performances embodied in those recordings.
- 98. Defendants' conduct in reproducing, performing, distributing, or other exploitation of the Pre-1972 Recordings constitutes a misappropriation of Plaintiffs' property rights and a violation of California Civil Code § 980(a)(2).
- 99. By misappropriating Plaintiffs' property rights and by violating California Civil Code § 980(a)(2), Defendants have engaged in unfair business practices in violation of California Business & Professions Code § 17200.
- 100. As a direct and proximate consequence of its violation of California Business & Professions Code § 17200, Defendants have received and retained money that should have been provided to Plaintiffs.

entitled to restitution and disgorgement under California Business & Professions Code § 17200.

102 Upon information and belief Defendants acted with oppression fraud

101. As a direct and proximate result of Defendants' conduct, Plaintiffs are

102. Upon information and belief, Defendants acted with oppression, fraud, malice, and/or disregard for Plaintiffs' rights. Accordingly, Plaintiffs are entitled to an award of punitive damages against Defendants.

103. Defendants' conduct is causing, and unless enjoined by this Court will continue to cause, irreparable injury to Plaintiffs that cannot fully be compensated by money. Plaintiffs have no adequate remedy-at-law. Plaintiffs are entitled to temporary, preliminary, and permanent injunctions, prohibiting further violation of the ownership interests of Plaintiffs and each member of the class in the Pre-1972 Recordings.

COUNT V CONVERSION

- 104. Plaintiffs incorporate by reference the allegations in the above paragraphs as if fully set forth herein.
- 105. Pursuant to California Civil Code § 980(a)(2) and California common law, Plaintiffs possess exclusive ownership interests in and to the Pre-1972 Recordings, including the artistic performances embodied in those recordings.
- 106. By reproducing, performing, distributing, or otherwise exploiting the Pre-1972 Recordings, Defendants have converted for their own use Plaintiffs' rights in the Pre-1972 Recordings and have dispossessed each of their property rights.

- 107. As a direct and proximate result of its conversion, Defendants have received and retained money that belongs to Plaintiffs.
- 108. As a direct and proximate consequence of Defendants' conversion, Plaintiffs have suffered and continue to suffer significant damages.
- 109. Upon information and belief, Defendants acted with oppression, fraud, malice, and/or in disregard of Plaintiffs' rights. Accordingly, Plaintiffs are entitled to an award of punitive damages against Defendants.
- 110. Defendants' conduct is causing, and unless enjoined by this Court will continue to cause, irreparable injury to Plaintiffs that cannot fully be compensated by money. Plaintiffs have no adequate remedy at law. Plaintiffs are entitled to temporary, preliminary, and permanent injunctions, prohibiting further violation of the ownership interests of Plaintiffs in the Pre-1972 Recordings.

REQUEST FOR RELIEF

WHEREFORE, Plaintiffs, individually and on behalf of the proposed class, request relief against Defendants as follows:

- a) Certification of the action as a Class Action pursuant to the Federal Rule of Civil Procedure and appointment of Plaintiffs as Class Representatives and their counsel of record as Class Counsel;
- b) Actual damages, punitive damages, treble damages, and such other relief as provided by the statutes and common law cited herein;

- c) Disgorgement of all profits earned by Defendants from reproducing,
 distributing, publicly performing, and otherwise exploiting the Pre-1972
 Recordings in internet and terrestrial radio services;
- d) A constructive trust on any money acquired by means of Defendants' conversion, including all gross receipts attributable to Defendants' conversion of the Pre-1972 Recordings;
- e) Prejudgment and post judgment interest on any monetary relief;
- f) Equitable relief enjoining future unauthorized use of the Pre-1972 Recordings in internet and terrestrial radio services;
- g) The costs of bringing this suit, including reasonable attorneys' fees and costs; and
- h) All and any other relief to which Plaintiffs and Class Members may be entitled at law or inequity.

DATED: September 7, 2016 Respectfully submitted,

/s/Jennifer Liakos

Jennifer Liakos

Hunter J. Shkolnik (Pro Hac Vice Pending)

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ATTESTATION OF FILER

I, Jennifer Liakos, attest that concurrence in the filing of this document has been obtained from the Signatory, which shall serve in lieu of her signature on the document. Signed this 7th day of September 2016.

/s/ Jennifer Liakos Jennifer Liakos